



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

RQ-5

Michael J. Lynch, Treasurer  
Illinois Tool Works for Better Government  
Committee  
3600 West Lake Avenue  
Glenview, IL 60025

OCT 26 2001

Identification Number: C00000042

Reference: April Quarterly Report (1/1/00-3/31/00) and Amended April Quarterly Report (1/1/00-3/31/00), dated 10/10/00

Dear Mr. Lynch:

This letter is prompted by the Commission's preliminary review of the report(s) referenced above. The review raised questions concerning certain information contained in the report(s). An itemization follows:

-Schedule A supporting Line 11(a)(i) of your report discloses contributions received through what appears to be a payroll deduction plan. Please amend your report to disclose the total deducted for the reporting period. 11 CFR §104.8(b) Please refer to the enclosed sample of properly reported payroll deductions.

Any amendment or clarification should be filed with the Federal Election Commission. If you need assistance, please feel free to contact me on our toll-free number, (800) 424-9530 (at the prompt press 1, then press 2 to reach the Reports Analysis Division). My local number is (202) 694-1130.

Sincerely,

Thomas F. Maxwell, III  
Reports Analyst  
Reports Analysis Division

## PAYROLL DEDUCTIONS

SCHEDULE A ITEMIZED RECEIPTS		Line itemized schedule A for each category of the Contributed Summary Page		PAGE OF
<b>Contributions from Individuals</b>				FOR LINE NUMBER 11(a)(d)
<small>Any information copied from such Receipts and Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes, other than using the name and address of any political committee to solicit contributions from such committee.</small>				
<b>Name of Committee (In Full)</b> <b>National Organization PAC C00000001</b>				
A. Full Name, Mailing Address and ZIP Code Anne Sullivan 23 18th Street City, State ZIP  Power For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (Specify): _____		Name of Donor National Organization, Inc.  Designee Branch Manager Aggregate Year-to-Date > \$ 195	Date Period Payroll deduction  8/10/94	Amount of Each Payroll Deduction  \$90.00 (\$15 bi-weekly)
B. Full Name, Mailing Address and ZIP Code Rodney Jones 281 Hainsbury Road City, State ZIP  Power For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (Specify): _____		Name of Donor National Organization, Inc.  Designee Vice President Aggregate Year-to-Date > \$ 380.00	Date Period Payroll deduction  8/10/94	Amount of Each Payroll Deduction  \$190.00 (\$90 bi-weekly)

Itemize payroll deductions only after they have exceeded \$200 per calendar year from an individual.

## IN-KIND CONTRIBUTIONS

SCHEDULE A ITEMIZED RECEIPTS		Line itemized schedule A for each category of the Contributed Summary Page		PAGE OF
<b>Contributions from Individuals</b>				FOR LINE NUMBER 11(a)(d)
<small>Any information copied from such Receipts and Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes, other than using the name and address of any political committee to solicit contributions from such committee.</small>				
<b>Name of Committee (In Full)</b> <b>National Organization PAC C00000001</b>				
A. Full Name, Mailing Address and ZIP Code Martin L. Kress 4 River Road City, State ZIP  Power For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (Specify): _____		Name of Donor National Organization, Inc.  Designee Chairman Aggregate Year-to-Date > \$ 3,999.00	Date Period 8/10/94	Amount of Each Payroll Deduction  \$3,999.00 (IN-KIND) (RAFFLE TICKET)

SCHEDULE B ITEMIZED DISBURSEMENTS		Line itemized schedule B for each category of the Contributed Summary Page		PAGE OF
<b>Operating Expenditures/Donor Federal</b>				FOR LINE NUMBER 21(b)
<small>Any information copied from such Receipts and Statements may not be sold or used by any person for the purpose of soliciting contributions or for commercial purposes, other than using the name and address of any political committee to solicit contributions from such committee.</small>				
<b>Name of Committee (In Full)</b> <b>National Organization PAC C00000001</b>				
A. Full Name, Mailing Address and ZIP Code Martin L. Kress 4 River Road City, State ZIP  Power For: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (Specify): _____		Purpose of Disbursement raffle prize  Disbursement to: <input type="checkbox"/> Primary <input type="checkbox"/> General <input type="checkbox"/> Other (Specify): _____	Date Period 8/10/94	Amount of Each Disbursement to: _____  \$5,000.00 (IN-KIND CONTRIBUTION)

Itemize in-kind contributions on both Schedules A and B so as not to inflate the cash-on-hand amount.

## Payroll Deductions

Once an individual's deductions aggregate over \$200 in a calendar year, report the total amount deducted from the donor's paychecks during the reporting period on Schedule A. In parentheses indicate the amount that was deducted each pay period. Instead of stating a specific date of receipt, write "payroll deduction" under "Date." The other itemized information, including the year-to-date total, must be completed for each donor. 104.8(b).

**EXAMPLE:** During an election year, a corporate manager authorizes her employer to deduct \$15 per pay period (each pay period is two weeks) for the company's SSF. The SSF, which files FEC reports on a quarterly schedule, includes the manager's first-quarter contributions (\$90 for six pay periods) as "unitemized contributions" on Line 11(a)(ii) in the April quarterly report.

By June 30 (the closing date for the July quarterly report), 13 pay periods have passed, and the manager's aggregate contributions are \$195—still below the \$200 itemization threshold. The manager's second-quarter contributions again are included in "unitemized contributions" in the July report.

By September 30 (the closing date for the October quarterly report), 19 pay periods have passed, and the manager's contributions reach \$285. Now the committee itemizes the total contributions received from the manager during the third quarter (\$90), providing the year-to-date total in the appropriate space. (See Item A in the illustration above.)

## In-Kind Contributions

When determining whether to itemize an in-kind contribution, follow the same guidelines listed above under "When to Itemize Receipts." See page 8 for information on how to determine the dollar value of an in-kind contribution.

In addition, add the value of the in-kind contribution to the operating expenditures total on Line 21(b) (in order to avoid inflating the cash-on-hand amount). 104.13(a)(2).

If the in-kind contribution must be itemized on Schedule A, then it must also be itemized on a Schedule B for operating expenditures. See the illustration at left.

